

LISKOW & LEWIS

A PROFESSIONAL LAW CORPORATION

822 HARDING STREET

P.O. BOX 52008

LAFAYETTE, LOUISIANA 70505-2008

TELEPHONE (337) 232-7424

FACSIMILE (337) 267-2398

Richard W. Revels, Jr.
Direct Fax (337) 354-4344
rwrevels@liskow.com

WWW.LISKOW.COM

May 2, 2005

Honorable James H. Welsh
Commissioner of Conservation
Office of Conservation
Post Office Box 94275
Baton Rouge, LA 70804-4275

Re: Gray Sand, Reservoir A
Ivan Field
Bossier and Webster Parishes, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of **KERR-McGEE OIL & GAS ONSHORE LLC**, for the calling of a public hearing, after ten (10) days legal notice, to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Gray Sand, Reservoir A, in the Ivan Field, Bossier and Webster Parishes, Louisiana, said unit designated GRAY RA SUJ:

1. To permit the applicant to drill, designate and utilize its Pardee No. 4 Well as alternate unit well for the GRAY RA SUJ, in the Ivan Field, Bossier and Webster Parishes, Louisiana, said well to be at the location shown on the plat attached hereto and made a part hereof, in compliance with the spacing provisions of Office of Conservation Order No. 269-C-1, effective August 6, 1976.
2. To find that this well is necessary to efficiently and economically drain a portion of the reservoir covered by the unit which cannot be so drained by any existing well within such unit.
3. To permit the operator to produce the unit allowable from the existing unit and alternate unit wells, the proposed alternate unit well or in any combination, at the discretion of the operator.
4. Except to the extent herein set forth, to continue in full force and effect the provisions of the 269-C Series of Office of Conservation Orders and the units created thereby relating to the Gray Sand, Reservoir A.
5. To consider such other matters as may be pertinent.

May 2, 2005

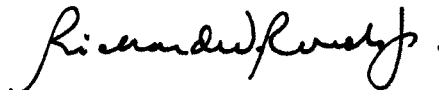
The Gray Sand, Reservoir A, in the Ivan Field, Bossier and Webster Parishes, Louisiana, was fully defined in Office of Conservation Order No. 269-C-1, effective August 6, 1976.

The proposed alternate unit well will permit efficient and economic recovery of hydrocarbons underlying the unit and is needed to satisfy the market demand for gas and condensate from the field.

Attached hereto and made a part hereof is a plat outlining the applicant's proposal along with a list of the names and addresses of the Interested Owners, Represented Parties and Interested Parties to whom a copy of this application is being sent. Pursuant to the Revised Rules of Procedure, such list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation; however, the list of parties will be provided to any party requesting a copy of it. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, enclosed herewith is our check on behalf of the applicant in the amount of \$755.00 made payable to the Office of Conservation representing the required hearing application fee.

Very truly yours,



Richard W. Revels, Jr.

RWRjr/dbf
Enclosures
48990.0203
140866_1.DOC

cc: Mr. James Broussard, Shreveport District Office of Conservation
cc: Interested Owners, Represented Parties and Interested Parties

